| STATE OF SOUTH CAROLINA  South Carolina Minerals, Inc. v. Aiken Electric Cooperative, Inc. v. South Carolina Electric & Gas Company |                    |                           | ) BEFORE THE ) PUBLIC SERVICE COMMISSION ) OF SOUTH CAROLINA ) ) COVER SHEET ) ) DOCKET ) NUMBER: 2008 - 420 -E  |                    |                |  |
|---|--------------------|---------------------------|--|--------------------|----------------|--|
| (Please type or print   |                    |                           |  |                    |                | <del></del>  |
|   | K. Chad Burges     |                           | SC Bar Number: 69456   |                    |                |  |
| Address:  |                    |                           | Telephone:   | 803-217-8141       |                | <del></del>  |
| Santh Carl  |                    |                           | Fax: 803-217-7931  |                    |                | ·  |
| Caropero<br>Caroponio   | Columbia, SC 29201 |                           | Other: Email: chad.burgess@scana.com   |                    |                |  |
| Other:  | elief demanded in  |                           | item to be placed  | on Commission      | 's Agenda expe | ditiously  |
| INDUSTRY (Check one)  |                    | NATU NATU                 | RE OF ACTION   | N (Check all tha   | t appry)       |  |
| ⊠ Electric  |                    | ☐ Affidavit               | ∠      △     ∠     ∠     ∠      △     ∠      △     △      △      △     △     △     △ |                    | ☐ Request      | and the second   |
| ☐ Electric/Gas  |                    | Agreement                 | Memorandu  | m                  | Request for    | Certification  |
| ☐ Electric/Telecommunications   |                    | Answer                    | Motion   |                    | Request for    | Investigation  |
| ☐ Electric/Water  |                    | Appellate Review          | Objection  |                    | Resale Agre    | ement  |
| ☐ Electric/Water/Telecom.   |                    | ☐ Application             | Petition   |                    | Resale Ame     | ndment   |
| Electric/Water/Sewer  |                    | Brief                     | Petition for I   | Reconsideration    | Reservation    | Letter   |
| ☐ Gas   |                    | Certificate               | Petition for l   | Rulemaking         | Response       | a factoria paragraphic   |
| Railroad  |                    | Comments                  | Petition for R   | ule to Show Cause  | Response to    | Discovery  |
| Sewer   |                    | Complaint                 | Petition to Ir   | ntervene           | Return to Po   | etition  |
| Telecommunications  |                    | Consent Order             | Petition to Int  | ervene Out of Time | ☐ Stipulation  | and the second s |
| Transportation  |                    | Discovery                 | Prefiled Test  | timony             | Subpoena       |  |
| Water   |                    | Exhibit                   | Promotion  |                    | ☐ Tariff       | e exprise  |
| Water/Sewer   |                    | Expedited Consideration   | Proposed Or  | der                | Other:         | ere erege  |
| Administrative Matter   |                    | Interconnection Agreement | Protest  |                    |                | gar type var er  |
| Other:  |                    | Interconnection Amendmen  | nt Publisher's A   | Affidavit          |                | •  |
|   |                    | Late-Filed Exhibit        | Report   |                    |                |  |



February 4, 2009

## VIA ELECTRONIC FILING

The Honorable Charles Terreni Chief Clerk/Administrator **Public Service Commission of South Carolina** 101 Executive Center Drive (29210) Post Office Drawer 11649 Columbia, South Carolina 29211

RE: South Carolina Minerals, Inc. v. Aiken Electric Cooperative, Inc. v. South

Carolina Electric & Gas Company

Docket No. 2008-420-E

Dear Mr. Terreni:

Enclosed for filing is the Answer of South Carolina Electric & Gas Company to the Third Party Complaint of Aiken Electric Cooperative, Inc. ("Answer") in the above-captioned matter.

By copy of this letter we are serving a copy of the Answer upon counsel for the other parties of record and enclose a certificate of service to that effect.

If you have any questions, please advise.

Very truly yours,

K. Chal Byes

K. Chad Burgess

KCB/kms Enclosure

cc: Shannon Bowyer Hudson, Esquire Marcus A. Manos, Esquire

J. David Black, Esquire

Robert E. Tyson, Jr., Esquire

(all via U.S. First Class Mail w/enclosures)

#### **BEFORE**

# THE PUBLIC SERVICE COMMISSION OF

# **SOUTH CAROLINA**

#### **DOCKET NO. 2008-420-E**

| IN RE:                                |                            |
|---------------------------------------|----------------------------|
| South Carolina Minerals, Inc.         | )                          |
| Complainant,                          | ) CERTIFICATE ) OF SERVICE |
| v.                                    | )                          |
| Aiken Electric Cooperative, Inc.      | )                          |
| Defendant and Third-Party Plaintiff   | )                          |
| v.                                    | )                          |
| South Carolina Electric & Gas Company | )                          |
| Third-Party Defendant                 | )<br>)<br>)                |

This is the certify that I have caused to be served this day one (1) copy of South Carolina Electric & Gas Company's **Answer to Third Party Complaint** via First Class U.S. Mail to the persons named below at the addresses set forth:

Shannon Bowyer Hudson, Esquire Office of Regulatory Staff 1401 Main Street, Suite 900 Columbia, SC 29201 Marcus A. Manos, Esquire Nexsen Pruet Adams Kleemeier, LLC Post Office Drawer 2426 Columbia, SC 29202

J. David Black, Esquire Nexsen Pruet Adams Kleemeier, LLC Post Office Drawer 2426 Columbia, SC 29202

Robert E. Tyson, Jr., Esquire Sowell Gray Stepp & Laffitte, LLC Post Office Box 11449 Columbia, SC 29211

Karen M. Scruggs

Columbia, South Carolina

This 4<sup>th</sup> day of February 2009

#### **BEFORE**

# THE PUBLIC SERVICE COMMISSION OF

#### **SOUTH CAROLINA**

#### **DOCKET NO. 2008-420-E**

| IN RE:                                | )  |
|---------------------------------------|--|
| South Carolina Minerals, Inc.         | )<br>)   |
| Complainant,                          | )<br>)<br>ANSWER OF SOUTH CAROLINA                   |
| v.                                    | ) ELECTRIC & GAS COMPANY TO<br>THIRD PARTY COMPLAINT |
| Aiken Electric Cooperative, Inc.      | ) THIRD PARTY COMPLAINT                              |
| Defendant and Third-Party Plaintiff,  | )  |
| v.                                    | )  |
| South Carolina Electric & Gas Company | )<br>)   |
| Third-Party Defendant.                | )<br>)   |
|                                       | )  |

Pursuant to 26 S.C. Code Ann. Regs. 103-826 and 103-830 (1976, as amended), the South Carolina Rules of Civil Procedure, and in compliance with the Notice issued by the Chief Clerk & Administrator of the Public Service Commission of South Carolina ("Commission") dated January 5, 2009, South Carolina Electric & Gas Company ("SCE&G" or "Company") hereby answers the Third Party Complaint of Aiken Electric Cooperative, Inc. ("Aiken Electric") as follows:

#### FOR A FIRST DEFENSE

1. SCE&G denies each and every allegation of the Third Party Complaint except as hereinafter admitted.

## FOR A SECOND DEFENSE

- 2. SCE&G is without information sufficient to form a belief as to the truth or falsity of the statements and allegations made in Paragraph 30 of the Third Party Complaint and therefore denies same and demands strict proof thereof.
- 3. Upon information and belief, SCE&G admits the allegations contained in Paragraph 31 of the Third Party Complaint.
- 4. Upon information and belief, SCE&G admits so much of Paragraph 32 of the Third Party Complaint as alleges that South Carolina Minerals, Inc. ("SC Minerals") has requested that the Commission allow SC Minerals to obtain electric service from SCE&G for SC Minerals' premises and equipment. As to the remaining allegations of Paragraph 32 of the Third Party Complaint, SCE&G is without information sufficient to form a belief as to the truth or falsity of the statements and allegations and therefore denies same and demands strict proof thereof.
- 5. SCE&G denies the allegations contained in Paragraph 33 of the Third Party Complaint and demands strict proof thereof.
- 6. SCE&G admits the allegations contained in Paragraph 34 of the Third Party Complaint.
- 7. SCE&G denies the allegations contained in Paragraph 35 of the Third Party Complaint and demands strict proof thereof.

- 8. SCE&G denies the allegations contained in Paragraph 36 of the Third Party Complaint and demands strict proof thereof.
- SCE&G denies the allegations contained in Paragraph 37 of the Third Party Complaint and demands strict proof thereof.
- 10. SCE&G denies the allegations contained in Paragraph 38 of the Third Party Complaint and demands strict proof thereof.
- 11. As for the "WHEREFORE" clause of the Third Party Complaint, no response is required; however, to the extent that a response is required SCE&G denies same and demands strict proof thereof.

## FOR A THIRD DEFENSE

12. The Third Party Complaint fails to state a claim for which the Commission has jurisdiction and authority, and thus the Third Party Complaint should be dismissed. *See* Rule 12(b), SCRCP.

#### FOR A FOURTH DEFENSE

13. The Third Party Complaint fails to state facts sufficient to constitute a cause of action, and thus the Third Party Complaint should be dismissed. *See* Rule 12(b), SCRCP.

#### FOR A FIFTH DEFENSE

14. The Third Party Complaint fails to satisfy the legal requirements of pleading a third party complaint and fails to allege any theory of derivative liability against SCE&G as required for a third party complaint under the applicable rules of procedure. *See* Rule 14, SCRCP; James F. Flanagan, South Carolina Civil Procedure 114 (2d ed. 1996). Therefore, the Third Party Complaint should be dismissed.

WHEREFORE, having fully set forth its Answer to the Third Party Complaint, SCE&G respectfully requests that the Commission issue an order (i) dismissing the Third Party Complaint with prejudice and (ii) granting such other and further relief as is just and proper.

Respectfully submitted,

Catherine D. Taylor, Esquire

K. Chad Burgess, Esquire 1426 Main Street, MC 130

Columbia, South Carolina 29201

Telephone: 803-217-8141 Facsimile: 803-217-7931 cdtaylor@scana.com

chad.burgess@scana.com

Attorneys for Third-Party Defendant South Carolina Electric & Gas Company

Columbia, South Carolina February 4, 2008